

FEDERAL HOUSING FINANCE BOARD

No. : 92-568.1

Date: July 22, 1992

WHEREAS, the Federal Housing Finance Board regards the proper functioning of internal audit and the audit committees of the boards of directors of the Federal Home Loan Banks ("Bank" or "Banks") as vital to the maintenance of sound internal controls and the protection of Bank assets;

WHEREAS, the Finance Board has determined that the respective charters of the Banks' audit directors and audit committees should be revised to reflect changes resulting from the Financial Institutions Reform, Recovery, and Enforcement Act of 1989;

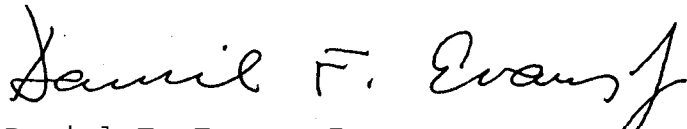
WHEREAS, it is the view of the Finance Board that these charters should be re-established by the Banks, subject only to guidelines promulgated by the Finance Board;

NOW, THEREFORE, BE IT RESOLVED, that the Finance Board will no longer require that the Banks request approval of proposed amendments to these charters so long as said charters and any changes thereto are consistent with approved guidelines;

BE IT FURTHER RESOLVED, that the Finance Board adopts guidelines attached to this resolution as the minimum standards that should be adopted by the Banks for revisions of the respective audit charters, that such charters should be revised by each Bank by year-end 1992, and that revised charters should be promptly provided to the District Banks Directorate;

BE IT FURTHER RESOLVED, that Federal Home Loan Bank Board Resolution no. 86-329, dated April 1, 1986, is hereby rescinded.

By the Federal Housing Finance Board

A handwritten signature in dark ink, appearing to read "Daniel F. Evans, Jr.", with a stylized flourish at the end.

Daniel F. Evans, Jr.
Chairman